NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

## PAID UP OIL AND GAS LEASE

(No Surface Use)

		210	1	1.				
,	E AGREEMENT is mad	ie iins	uay u	- Hill	<u>e</u>		2008, by and between	
Lena	W. Har	tin as	ingle	1500 S	N 1111	2 MI -T-	- me 1 105 /	
whose addresss	is <u>1308</u> (	Jast 1-ta	117e	Treet	701 TVU	()/T() /C	tions of this lease were no	as Lessor,
harainahaya nam	and he I needs but all a	thac provinciana (includ	ing the compl	elian of blank er	taces) Were fifef:	ared iointly by Lesso	tions of this lease were pro or and Lessee.	
<ol> <li>In cons</li> </ol>	sideration of a cash bo	nus in hand paid and	d the covena	nts herein conta	ained, Lessor he	reby grants, leases	and lets exclusively to Le	essee the fallowing
described land, h	sereinafter called leased	premises:						
11/3					2		DI OCK	1/16
14U A	CRES OF LAND,	MORE OR LESS	S, BEING L	.OT(S)	<u> </u>	ADDITIO	, BLOCK N, AN ADDITION TO	
OUT OF THE		Depot	TADDANI	T OO! NITY	TEVAC ACC	OPPORTOR	HAT CERTAIN PLA	T RECORDED
IN VOLUME	1007 L	, PAGE	TARRAN	OUNTY,	THE DLAT D	ECORDS OF TA	ARRANT COUNTY,	TEXAS.
IN VOLUME	<u>P-D</u>	, PAGE	/ =		THE LEAT IN	EGONDO OF 17	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
	T		100				t	areaffer peoules by
in the County of	Tarrant, State of TE	XAS, containing	laring for do	_ gross acres, r	nore or less (incli	uding any interests t	herein which Lessor may I g with all hydrocarbon an	d non bydrocarbon
substances orgo	fuced in association th	erewith fincluding of	eophysical/sei	smic operations	s). The term "a	as" as used herein	includes helium, carbon	dioxide and other
commercial gase	es, as well as liverocari	on gases in additio	n to the abov	e-described lea	sed premises, thi	is lease also covers	accretions and any small	strips or parcets of
Lessor agrees to	execute at Lessee's re	quest any additional o	or supplement	al instruments for	or a more complet	te or accurate descr	sideration of the aforemer iption of the land so covere	ed. For the purpose
of determining th	e amount of any shut-ir	royatties hereunder,	the number of	f gross acres ab	ove specified sha	all be deemed correc	t, whether actually more or	r less.
o This las			-1-11-19 6-		simon, tarm of	Four,	Wears from the	date hereof, and for
2, This lea as long thereafte	ase, which is a "paid-up" or as oit or oas or other	i lease requiring no re substances covered b	ntais, shall be ereby are nro	e in force for a p duced in naving	rimary term or roughtities from t	he teased premises	or from lands pooled there	with or this lease is
otherwise mainta	ained in effect pursuant	to the provisions here	of					
3. Royaltic senarated at Les	es on oil, gas and other ssee's separator facilitie	r substances produce	dand saved	nereunder shall- 1/- 十つり起った	be paid by Lease	ee to Lessor as folio	ws: (a) For oil and other duction, to be delivered at	ilquiu nyurocaruons t Lessee's option to
Lessor at the we	ellhead or to Lessor's or	edit at the oil purchas	er's transport	átion facilitles, c	provided that Less	see shall have the c	ontinuing right to purchase	such production at
the wellhead ma	irket price then prevaili	ng in the same field (	or if there is	no such price ti s. (including ca	hen prevailing in	the same field, then and all other subst	n in the nearest field in what lances covered hereby, t	nich inere is such a he rovalty shall be
1 WENTY	- + iuc Mercei	# ( ,⊋ \	ne proceeds	realized by Les	ssee from the sa	ale thereof, tess a	proportionate part of ad-	valorem taxes and
production, seve	rance, or other excise	taxes and the costs in	curred by Le:	ssee in deliverin	ng, processing or	otherwise marketing	g such gas or other substa of similar quality in the sam	inces, provided that se field (or if there is
no such price the	en prevailing in the san	ne field. Then in the ne	earest field in	which there is a	such a prevailing	price) pursuant to co	omparable purchase contri	acts entered into on
the same or nea	rest preceding date as	the date on which Les	see commen	ces its purchase	es hereunder; and	d (c) if at the end of	the primary term or any tir	ne thereafter one or
are waiting on h	ie ieaseo premises or la ydraulic fracture stimula	inas poolea therewith tion, but such well or t	are capable o wells are eithe	or eitner produci er shut-in ar orac	ng on or gas or o duction there from	ther soustances cov o is not being sold by	ered hereby in paying qua y Lessee, such well or well	s shall nevertheless
be deemed to be	e producing in paving g	uantilies for the outpo	ose of maintai	ining this lease.	If for a period of	f 90 consecutive day	ys such well or wells are s	hut-in or production
there from is not Lessor's credit in	t being sold by Lessee I the depository design:	, then Lessee shall pi ated below on or hefo	ay shul-in roy are the earl of	alty of one dolla said 90-day ne	ar per acre then eriod and thereaft	covered by this leas er on or before each	ве, such payment to be m n anniversary of the end of	said 90-day period
while the well or	wells are shut-in or pro	duction there from is a	not being sold	by Lessee; pro	vided that if this !	lease is otherwise be	eing mainteined by operati	ons, or if productior
is being sold by following cessati	Lessee from another w	ell or wells on the lea or production . Lesses	ased premises a's failure to r	s or lands poole Tropedy pay stil	d therewith, no s t-in royally shall	hut-in royalty shall t render Lessee liable	oe due until the end of the e for the amount due, but	shall not operate to
terminate this lea	ase.		•					
4. All shut	i-in royally payments ur ository agent for receiving	ider this lease shall be	e paid or tend	ered to Lessor (	or to Lessor's cre io of said land. Al	idil in <u>at lessor's a</u> Lnavments or tende	ddress above or its succ rs may be made in currenc	cessors, which shall by or by check or by
draft and such p	ayments or tenders to !	Lessor or to the depos	sitory by depo	sit in the US Ma	ails in a stamped	envelope addresse	d to the depository or to th	e Lessor at the last
address known t	to Lessee shall constitu	te proper payment. If	the depositor	v should liquida	ite or be succeed	led by another institu	ition, or for any reason fail	or refuse to accept
5. Except	as provided for in Para	graph 3, above, if Les	see drills a w	ell which is inca	pable of producin	ng in paying quantitie	on as depository agent to r es (hereinafter called "dry l	hole") on the leased
premises or land	ds pooled therewith, or	if all production (who	ether or not is	n paying quanti	ties) permanently	ceases from any o	cause, including a revision	of unit boundaries
nevertheless ren	provisions of Paragrag	on 6 or the action of commences operation	any governm s for reworldn	rental authorily, o an existino w	, then in the eve ell or for drilling a	ent inis iease is noi in additional well or	l otherwise being maintair for otherwise obtaining or	restoring production
on the leased pr	emises or lands pooled	therewith within 90 d	ays after com	pletion of opera	tions on such dry	hole or within 90 da	ays after such cessation of	all production. If a
the end of the p	orimary term, of at any onably calculated to obta	time thereafter, this li	ease is not of ion therefrom	therwise being i this lease shalf	maintained in ford remain in force s	ce Dul Lessee is the io long as any one o	en engaged in drilling, rew r more of such operations	orking or any other are prosecuted with
no cessation of	more than 90 consecut	ive days, and if any s	such operation	ns result in the	production of oil	or gas or other subs	stances covered hereby, a	s long thereafter as
there is product:	on in paying quantities I such additional wells c	from the leased prem	iises or lands s or lands noc	pooled therewit	ih. After complet	ion of a well capable	e of producing in paying q d drill under the same or si	uantities hereunder mitar circumstances
to (a) develop th	ne leased premises as	to formations then ca	pable of prod	ucing in paying	quantities on the	e leased premises o	r lands pooled therewith,	or (b) to protect the
leased premises	from uncompensated of except as expressly pro	drainage by any well o	or wells locate	d on other land	s not pooled then	ewith. There shall h	e no covenant to drill expl	oratory wells or any
6. Lessee	shall have the right bu	t not the obligation to	pool all or ar	ny part of the le	ased premises or	r interest therein wit	h any other lands or intere	ests, as to any or al
							tion, whenever Lessee de n respect to such other lan	
							eage tolerance of 10%, an	
							formed for an oil well or g	
							y having jurisdiction to do : overnmental authority, or,	
prescribed, "oil v	vell" means a well with	an initial gas-oil ratio d	of less than 10	00,000 cubic fee	t per barret and "	gas well" means a v	vell with an initial gas-oil ra	itia of 100,000 cubic
							ease separator facilities o etion interval in facilities o	
equipment; and	the term "horizontal co	mpletion" means an o	oil wett in which	ch the horizonta	al component of t	the gross completion	n interval in the reservoir of	exceeds the vertica
							unit and stating the effect be treated as if it were pro-	
reworking opera	tions on the leased pre	mises, except that the	production o	n which Lessor	s royalty is calcu	lated shall be that p	repertion of the total unit p	roduction which the
							t such proportion of unit purring right but not the obli	
unit formed here	eunder by expansion or	contraction or both,	either before	or after comme	encement of prod	luction, in order to o	conform to the well spacin	g or density pattern
prescribed or pe	ermitted by the government	nental authority having	g jurisdiction,	or to conform to	any productive	acreage determinat	ion made by such govern	mental authority. Ir
leased premises	evision, Lessee shall fill is included in or exclude	e or record a written of ded from the unit by v	reciaration de irtue of such (	scribing the revi revision, the pro-	ised unit and stat portion of unit pro	ing the effective dat aduction on which m	e of revision. To the exter oyalties are payable hereu	m any ponion of the nder shall thereafter
be adjusted acco	ordingly. In the absence	e of production in pay	ing quantities	from a unit, or u	ipon permanent d	cessation thereof, Le	ssee may terminate the ui	nit by filing of record
a written declara	ition describing the unit	and stating the date o	f termination.	Pooling hereun	ider shall not con:	stitute a cross-conve	eyance of interests.	

- If Lessor owns less than the full mineral estate in all or any part of the leased premises, the royalties and shut-in royalties payable hereunder for any well on any part of the leased premises or lands pooled therewith shall be reduced to the proportion that Lessor's interest in such part of the leased pro-
- such part of the leased premises.

  8. The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or until Lessoe has been rumsned me diginal or cemined or duly aumenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee of until Lessoe has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be refleved of all obligations thereafter arising with respect to the transferred interest, and failure of the transferred to satisfy such obligations with respect to any interest ont so transferred. If Lessee transfers a full or undivided interest in all or any poding of the area covered by this lessee. The obligation to Lessee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shull-in royalties hereunder shall be divided between Lessee and the transferee in proportion to the net acreage interest in this lease then held by each.

  9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of
- the area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released. If Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced in accordance with the net acreage interest retained hereunder
- In accordance with the net acreage interest retained hereunder.

  10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery, Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, canats, pipelines, tanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oit, gas, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lease; and (b) to any other lands in which Lessor now or becarfer has authority to grant such doths in the vicinity of the leased premises or lands pooled therewills. When requested by Lessor in other lands in which Lessor now or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewilh. When requested by Lessor in writing, Lessee shall bury its pipelines below ordinary plow depth on cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased
- writing, Lessee shall bury its pipelines below ordinary plow depth or cultivated lands. No well shall be located less than 200 feet from any house or barn now on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove its fixtures, ow on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessee shall have the right at any time to remove its fixtures, equipment and materials, including well casing, from the leased premises or such other lands during the term of this lease or within a reasonable time thereafter.

  11. Lessee's obligations under this lease, whether express or implied, shall be subject to all applicable laws, rules, regulations and orders of any governmental authority having jurisdiction including restrictions on the drilling and production of wells, and the price of oil, gas, and other substances covered hereby. When drilling, reworking, production or other operations are prevented or delayed by such laws, rules, regulations or orders, or by inability to obtain necessary permits, equipment, services, material, water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, riot, strike or labor disputes, or by inability to obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, or by any other cause not reasonably within Lessee's control, this lease shall not be liable for breach of any express or implied covenants of this lease when drilling, production or other operations are so prevented, delayed or interrupted.

  12. In the event that Lessor, during the primary term of this lease, receives a bona fide offer which Lessor is willing to accept from any party offering to purchase from expression of the land described herein, with the lease becoming effective upon expiration of this lease, Lessor hereby agrees to notify Lessee in writing of sa

- 14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royally or other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.

  15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes,
- mortgages or liens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalties or shut-n royalties otherwise payable to Lessor hereunder. In the event Lessee is made aware of any claim inconsistent with Lessor's title, Lessee may suspend the payment of royalties and shut-in royalties hereunder, without interest, until Lessee has been furnished satisfactory evidence that such claim has been resolved.
- Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other operations
- 17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original.

  DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good faith negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on market

conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lease that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms which Lessee has or may negotiate with any other lessors/oil and gas owners. IN WITNESS WHEREOF, this lease is executed to be effective as of the date first written above, but upon execution shall be binding on the signatory and the signatory's

heirs, devisees, executors, administrators, successors and assigns, whether or not this lease has been executed by all parties hereinabove named as Lessor LESSOR (WHETHER ONE OR MORE) By: **ACKNOWLEDGMENT** STATE OF COUNTY OF This instrument was acknowledged before me on the DARLENE CARTER Notary Public, State of Texas Notary Public, State of Commission Expires Notary's name (printed): Notary's commission expires: 3-28-12 March 28, 2012 STATE OF COUNTY OF

This instrument was acknowledged before me on the

Notary Public, State of Notary's name (printed): Notary's commission expires 2008



## DALE RESOURCES LLC 2100 ROSS AVE STE 1870 LB-9

**DALLAS** 

TX 75201

Submitter: DALE RESOURCES LLC

## SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

## <u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.

Filed For Registration: 06/17/2008 01:09 PM
Instrument #: D208232022
LSE 3 PGS \$20.00

D208232022

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